

Regulation NMS Rule 606 Quarterly Report for the Quarter Ending June 30, 2006

J.P. Morgan Securities Inc. ("JPMSI") has prepared this report pursuant to a U.S. Securities and Exchange Commission rule requiring all brokerage firms to make publicly available quarterly reports on their order routing practices. This report provides information on the routing of "non-directed orders" — any order that the customer has not specifically instructed to be routed to a particular venue for execution.

This report applies solely to orders submitted to JPMSI by customers of its Private Client Services ("PCS") division. JPMSI has also prepared and issued a separate report that applies solely to orders submitted to JPMSI by its non-PCS customers. Orders in the following securities that are submitted by PCS customers are routed, executed and cleared by National Financial Services LLC ("NFS"). Such orders for non-PCS customers are routed, executed and cleared by JPMSI.

This report is divided into four sections: one for securities listed on the New York Stock Exchange, one for securities listed on The Nasdaq Stock Market, one for securities listed on the American Stock Exchange or regional exchanges, and one for exchange-listed options. For each section, this report identifies the venues most often selected by NFS and sets forth the percentage of various types of orders routed to the venues. For information on the material aspects of NFS's relationship with such venues, please refer to NFS's quarterly report pursuant to Regulation NMS Rule 606 for the corresponding period, which is incorporated herein by reference.

Securities Listed on The New York Stock Exchange

Summary Statistics :

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	71.05%
Limit orders as percentage of total non-directed orders	25.80%
Other orders as percentage of total non-directed orders	3.15%

Venues Receiving Significant Percentage of Total Non-Directed Orders :

1. The Boston Stock Exchange	40.75%
2. The New York Stock Exchange	18.61%
3. Knight Capital Markets, L.L.C.	14.98%
4. Madoff (Bernard L.) Investment Securities, L	10.05%
5. UBS Capital Markets L.P.	6.17%
6. The Chicago Stock Exchange	4.70%
7. Automated Trading Desk Financial Services, L	3.72%
8. National Financial Services LLC	0.73%
9. Citadel Derivatives Group, L.L.C.	0.24%
10. NYFIX Millenium L.L.C.	0.04%

Information Concerning Significant Venues :

1. The Boston Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	47.46%
Limit orders as percentage of total limit orders	26.94%
Other orders as percentage of total other orders	2.24%

2. The New York Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	15.35%
Limit orders as percentage of total limit orders	28.20%
Other orders as percentage of total other orders	13.45%

¹ On July 1, 2006, J.P. Morgan Securities Inc. merged with Banc One Securities Corporation ("BOSC"). The information set forth herein relates to orders processed by BOSC prior to the merger.

3. Knight Capital Markets, L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	12.77%
Limit orders as percentage of total limit orders	19.06%
Other orders as percentage of total other orders	31.39%

4. Madoff (Bernard L.) Investment Securities, L

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	10.84%
Limit orders as percentage of total limit orders	9.04%
Other orders as percentage of total other orders	0.45%

5. UBS Capital Markets L.P.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	4.37%
Limit orders as percentage of total limit orders	6.08%
Other orders as percentage of total other orders	47.53%

6. The Chicago Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	4.53%
Limit orders as percentage of total limit orders	5.31%
Other orders as percentage of total other orders	3.59%

7. Automated Trading Desk Financial Services, L

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	3.72%
Limit orders as percentage of total limit orders	4.00%
Other orders as percentage of total other orders	1.35%

8. National Financial Services LLC

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.68%
Limit orders as percentage of total limit orders	0.99%
Other orders as percentage of total other orders	0.00%

9. Citadel Derivatives Group, L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.26%
Limit orders as percentage of total limit orders	0.22%
Other orders as percentage of total other orders	0.00%

10. NYFIX Millenium L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.02%
Limit orders as percentage of total limit orders	0.11%
Other orders as percentage of total other orders	0.00%

Securities Listed on The Nasdaq Stock Market

Summary Statistics :

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	61.65%
Limit orders as percentage of total non-directed orders	36.71%
Other orders as percentage of total non-directed orders	1.63%

Venues Receiving Significant Percentage of Total Non-Directed Orders :

1. National Financial Services LLC	68.65%
2. UBS Capital Markets L.P.	15.92%
3. Knight Equity Markets, L.P.	10.82%
4. Automated Trading Desk Financial Services, L	1.70%
5. Morgan Stanley & Co. Incorporated	1.31%
6. Madoff (Bernard L.) Investment Securities, L	0.78%
7. Citadel Derivatives Group, L.L.C.	0.39%
8. Lehman Brothers, Inc.	0.20%
9. UBS Securities, L.L.C.	0.10%
10. TD Waterhouse Capital Markets, Inc.	0.07%

Information Concerning Significant Venues :

1. National Financial Services LLC

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	74.34%
Limit orders as percentage of total limit orders	58.86%
Other orders as percentage of total other orders	74.00%

2. UBS Capital Markets L.P.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	12.20%
Limit orders as percentage of total limit orders	22.35%
Other orders as percentage of total other orders	12.00%

3. Knight Equity Markets, L.P.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	8.96%
Limit orders as percentage of total limit orders	13.98%
Other orders as percentage of total other orders	10.00%

4. Automated Trading Desk Financial Services, L

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	1.27%
Limit orders as percentage of total limit orders	2.32%
Other orders as percentage of total other orders	4.00%

5. Morgan Stanley & Co. Incorporated

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	1.54%
Limit orders as percentage of total limit orders	0.98%
Other orders as percentage of total other orders	0.00%

6. Madoff (Bernard L.) Investment Securities, L

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.90%
Limit orders as percentage of total limit orders	0.62%
Other orders as percentage of total other orders	0.00%

7. Citadel Derivatives Group, L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.58%
Limit orders as percentage of total limit orders	0.09%
Other orders as percentage of total other orders	0.00%

8. Lehman Brothers, Inc.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.11%
Limit orders as percentage of total limit orders	0.36%
Other orders as percentage of total other orders	0.00%

9. UBS Securities, L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.00%
Limit orders as percentage of total limit orders	0.27%
Other orders as percentage of total other orders	0.00%

10. TD Waterhouse Capital Markets, Inc.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.11%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

Securities Listed on The American Stock Exchange or Regional Exchanges

Summary Statistics :

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	73.37%
Limit orders as percentage of total non-directed orders	25.57%
Other orders as percentage of total non-directed orders	1.06%

Venues Receiving Significant Percentage of Total Non-Directed Orders :

1. The American Stock Exchange	37.71%
2. The Chicago Stock Exchange	14.57%
3. Knight Capital Markets, L.L.C.	14.57%
4. UBS Capital Markets L.P.	12.44%
5. The Boston Stock Exchange	9.86%
6. Archipelago Holdings, L.L.C.	6.53%
7. Automated Trading Desk Financial Services, L	2.88%
8. Citadel Derivatives Group, L.L.C.	0.91%
9. National Financial Services LLC	0.30%
10. Banc One Securities Corporation	0.08%

Information Concerning Significant Venues :

1. The American Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	42.71%
Limit orders as percentage of total limit orders	24.04%
Other orders as percentage of total other orders	21.43%

2. The Chicago Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	16.86%
Limit orders as percentage of total limit orders	8.31%
Other orders as percentage of total other orders	7.14%

3. Knight Capital Markets, L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	11.07%
Limit orders as percentage of total limit orders	22.55%
Other orders as percentage of total other orders	64.29%

4. UBS Capital Markets L.P.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	9.51%
Limit orders as percentage of total limit orders	21.36%
Other orders as percentage of total other orders	0.00%

5. The Boston Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	9.31%
Limit orders as percentage of total limit orders	11.87%
Other orders as percentage of total other orders	0.00%

6. Archipelago Holdings, L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	6.10%
Limit orders as percentage of total limit orders	8.01%
Other orders as percentage of total other orders	0.00%

7. Automated Trading Desk Financial Services, L

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	3.41%
Limit orders as percentage of total limit orders	1.19%
Other orders as percentage of total other orders	7.14%

8. Citadel Derivatives Group, L.L.C.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.83%
Limit orders as percentage of total limit orders	1.19%
Other orders as percentage of total other orders	0.00%

9. National Financial Services LLC

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.00%
Limit orders as percentage of total limit orders	1.19%
Other orders as percentage of total other orders	0.00%

10. Banc One Securities Corporation

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.10%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

Exchange - Listed Options

Summary Statistics :

Non-directed orders as percentage of total customer orders	100.00%
Market orders as percentage of total non-directed orders	18.88%
Limit orders as percentage of total non-directed orders	81.12%
Other orders as percentage of total non-directed orders	0.00%

Venues Receiving Significant Percentage of Total Non-Directed Orders :

1. The Chicago Board Options Exchange	54.57%
2. The Philadelphia Stock Exchange	18.27%
3. The International Securities Exchange	13.28%
4. The Boston Option Exchange	7.67%
5. The Pacific Stock Exchange	5.72%
6. The American Stock Exchange	0.24%
7. National Financial Services LLC	0.12%
8. UBS Capital Markets L.P.	0.12%

Information Concerning Significant Venues :

1. The Chicago Board Options Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	40.65%
Limit orders as percentage of total limit orders	57.81%
Other orders as percentage of total other orders	0.00%

2. The Philadelphia Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	24.52%
Limit orders as percentage of total limit orders	16.82%
Other orders as percentage of total other orders	0.00%

3. The International Securities Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	13.55%
Limit orders as percentage of total limit orders	13.21%
Other orders as percentage of total other orders	0.00%

4. The Boston Option Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	14.84%
Limit orders as percentage of total limit orders	6.01%
Other orders as percentage of total other orders	0.00%

5. The Pacific Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	5.81%
Limit orders as percentage of total limit orders	5.71%
Other orders as percentage of total other orders	0.00%

6. The American Stock Exchange

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.00%
Limit orders as percentage of total limit orders	0.30%
Other orders as percentage of total other orders	0.00%

7. National Financial Services LLC

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.65%
Limit orders as percentage of total limit orders	0.00%
Other orders as percentage of total other orders	0.00%

8. UBS Capital Markets L.P.

Types of Orders Routed to Venue :

Market orders as percentage of total market orders	0.00%
Limit orders as percentage of total limit orders	0.15%
Other orders as percentage of total other orders	0.00%